



Elizabeth City Council Budget Work Session

May 16, 2022
5:30 PM

- **Call Meeting to Order**
- **Invocation**
- **Pledge of Allegiance**

- Agenda Approval
- Statement of Disclosure



Fiscal Year 2022-2023 Budget Presentation

May 16, 2022

BUDGET HIGHLIGHTS

- Current FY 2021-22

Tax Rate .74/100 Valuation

- Fiscal Year 2022-23

Revenue Neutral Tax Rate .58/100 Valuation

Negative Growth Rate

BUDGET HIGHLIGHTS

- FY 2021-22 Real Property Values

➤ **\$1,164,659,070**

- FY 2022-23 Projected Real Property Values

➤ **\$1,521,849,682**

1¢ will generate approximately \$152,000

Percentage Increase 30.67%

REVENUE NEUTRAL TAX RATE

| Fiscal Year | Assessed Value | Value of Annexations | Adjusted Assessed Value | Annual % Increase |
|-------------------|-----------------|----------------------|-------------------------|-------------------|
| 2015-16 | \$1,180,547,028 | | \$1,180,547,028 | |
| 2016-17 | \$1,227,812,483 | | \$1,227,812,483 | 104.00% |
| 2017-18 | \$1,242,557,049 | | \$1,242,557,049 | 101.20% |
| 2018-19 | \$1,245,475,508 | | \$1,245,475,508 | 100.23% |
| 2019-20 | \$1,269,316,680 | | \$1,269,316,680 | 101.91% |
| 2020-21 | \$1,280,586,113 | | \$1,280,586,113 | 100.89% |
| 2021-22 | \$1,164,659,070 | | \$1,164,659,070 | 90.95% |
| Est. Current Year | | | Avg. Growth Rate | 99.86% |

REVENUE NEUTRAL TAX RATE

| | |
|--------------------------------------|-------------|
| EST Tax Levy this year (per TR2) | \$8,532,358 |
| Late Listings & Discovered (per TR2) | \$240,025 |
| TOTAL Estimated Levy | \$8,772,383 |
| Increased by Growth Factor | \$8,760,523 |

NEW Revalued tax base projection: **\$1,521,849,682**

Tax Rate required to produce revenue equal to current FY Estimate:
EST Levy X Growth Rate / New Revalued Tax base X 100

**REVENUE NEUTRAL
TAX RATE
0.58**

GENERAL FUND BUDGET

- FY 2021-22 Adopted General Fund Budget
\$23,805,848
- FY 2022-23 Requested General Fund Budget
\$26,137,911
- FY 2022-23 Recommended General Fund Budget
\$22,775,898

GENERAL FUND EXCLUSIONS

Not Included in Budget

- Salary Increases
- No Capital Expenditures
- No New Positions
- No New Initiatives
- No Loan Funds for Capital (Local Gov't approval unlikely)
- No Funds to Address Salary Compression
- No Increase in Utility Transfers
- No Financial Advisor to Develop Long Range Debt and Financial Plan
- No Fund Balance is Appropriated
- Software Update (Compatibility with MCSJ & Tyler Tech. 1 x Fee of \$74,000 - \$106,000 or Annual Fee \$84,000 - \$110,000)
- Career Development & Tuition Asst. (\$300,000)

GENERAL FUND - SALARIES

| | |
|-----------------------------|-------------|
| Total General Fund Salaries | \$9,884,885 |
| Cost for 1% Salary Increase | \$98,849 |
| Cost for 3% COLA Adjustment | \$296,547 |
| CPI for Last 12 months | 8.5% |

BUDGET SYNOPSIS

Negative Factors Affecting the FY 22-23 Budget

- *Inflation / Cost of Materials / Delivery Delays*
- *Local Gov't Retirement Increases*
 - *Local General Employees 11.41% to 12.15%*
 - *Law Enforcement 12.04% to 13.04%*
 - *Firefighters 11.41% to 12.15%*

BUDGET SYNOPSIS

Negative Factors Affecting the FY 22-23 Budget continued

- *Supplemental Retirement for Firefighters due to several retirements*
- *Increase in Health Insurance Costs*
 - *\$627 to \$687 per month*
 - *8.5% Renewal Increase July 1st*
 - *Project Annual Cost Increase \$211,069*

BUDGET SYNOPSIS

Negative Factors Affecting the FY 22-23 Budget continued

- *Reduction in State Revenues*
- *Piped Natural Gas*
- *Telecommunication Tax*
- *Video Programming*

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|-------------------------------------|--|----------------------------|----------|------------------|
| Administration- Public Buildings | Chillers – Public Safety Building/ Insulating Pipes at Midgett | IMPROVEMENTS | \$46,500 | \$46,500 |
| TOTAL | | | | \$46,500 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|----------------------------------|----------------------|----------------------------|-----------|------------------|
| Community Develop. | Update Land Use Plan | LAND USE | \$130,000 | \$130,000 |
| Comm. Dev. – Code Enforcement | New vehicle | EQUIPMENT | \$24,110 | \$24,110 |
| TOTAL | | | | \$154,110 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|---------------------------|-------------------------------------|----------------------------|----------|------------------|
| Information Technology | Pump Station Automation Controls | IMPROVEMENTS | \$48,072 | \$48,072 |
| Information Technology | Inventory Control Software | IMPROVEMENTS | \$17,500 | \$17,500 |
| Information Technology | Itron Mobile Meter Radio | IMPROVEMENTS | \$14,658 | \$14,658 |
| Information Technology | Network Storage | EQUIPMENT | \$15,700 | \$15,700 |
| TOTAL | | | | \$95,930 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|--------------------|------------------------------------|----------------------------|-----------|------------------|
| Parks & Recreation | Gym Floor Replacement | IMPROVEMENTS | \$250,000 | \$250,000 |
| Parks & Recreation | Knobbs Creek Playground Rebuild | IMPROVEMENTS | \$100,000 | \$100,000 |
| Parks & Recreation | 2 Toro Z Mowers | EQUIPMENT | \$90,000 | \$90,000 |
| Parks & Recreation | 2 Chevy Silverado | EQUIPMENT | \$78,844 | \$78,844 |
| TOTAL | | | | \$518,844 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|--------------|--------------------------|----------------------------|-----------|------------------|
| Police | Cameras (In Car) | EQUIPMENT | \$80,000 | \$80,000 |
| Police | 3 Marked Police Vehicles | EQUIPMENT | \$205,000 | \$205,000 |
| Police | 2 Unmarked Vehicles | EQUIPMENT | \$123,000 | \$123,000 |
| Police | Surveillance Cameras | EQUIPMENT | \$7,586 | \$7,586 |
| Total | | | | \$415,586 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|------------|-----------------------------------|----------------------------|-----------|------------------|
| Fire | Property for Station 2 | IMPROVEMENTS | \$500,000 | \$500,000 |
| Fire | New Ramp at Station 1 | IMPROVEMENTS | \$50,000 | \$50,000 |
| Fire | Roof Replacement Station 1 | IMPROVEMENTS | \$80,000 | \$80,000 |
| Fire | Vehicle Repeater and 14 Radios | EQUIPMENT | \$113,000 | \$113,000 |
| Fire | Eight SCBA's | EQUIPMENT | \$58,000 | \$58,000 |
| Fire | Station 1 Lawnmower | EQUIPMENT | \$7,000 | \$7,000 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|--------------|-----------------------------------|----------------------------|----------|------------------|
| Fire | Command Center Pullout | EQUIPMENT | \$8,500 | \$8,500 |
| Fire | Rescue Jacks | EQUIPMENT | \$13,500 | \$13,500 |
| Fire | Front Line Fire Command system | EQUIPMENT | \$6,500 | \$6,500 |
| Fire | F250 Pickup to Replace Minivan | EQUIPMENT | \$42,000 | \$42,000 |
| TOTAL | | | | \$878,500 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|------------------|--------------------------------------|----------------------------|----------|------------------|
| Fire Inspections | LED Sign for Station 1 | EQUIPMENT | \$26,000 | \$26,000 |
| Fire Inspections | New Vehicle to replace 2005 Dodge | EQUIPMENT | \$68,000 | \$68,000 |
| TOTAL | | | | \$94,000 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|------------------------|-----------------------------|----------------------------|----------|------------------|
| Public Utilities - GIS | 2022 Ford Ranger | EQUIPMENT | \$26,901 | \$26,901 |
| Public Utilities – GIS | Thermal Camera for Drone | EQUIPMENT | \$6,099 | \$6,099 |
| TOTAL | | | | \$33,000 |

General Fund Capital Items

| DEPARTMENT | ITEMS | IMPROVEMENT / EQUIPMENT | COST | BUDGET IMPACT |
|-------------------------------|-------------------------------------|----------------------------|----------|------------------|
| Public Utilities – Streets | Purchase 2022 F250 Super Cab 4x4 | EQUIPMENT | \$54,000 | \$54,000 |
| TOTAL | | | | \$54,000 |

| | | | |
|--------------------|--|--|--------------------|
| GRAND TOTAL | | | \$2,300,470 |
|--------------------|--|--|--------------------|



RESPONSES TO

BUDGET OVERVIEW QUESTIONS

- **Adjournment**

**END OF
PRESENTATION**
FINAL SLIDE